

September 26, 2018

To All Concerned Parties

REIT Issuer:  
Kenedix Residential Next Investment Corporation  
Representative: Keisuke Sato, Executive Director  
(Securities Code: 3278)

Asset Management Company:  
Kenedix Real Estate Fund Management, Inc.  
Representative: Masahiko Tajima, President & CEO  
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## Notice Concerning Execution of Interest Rate Swap Agreements

Kenedix Residential Next Investment Corporation (“the Investment Corporation”) announced today the execution of interest rate swap agreements. Details are as follows.

### 1. Interest Rate Swap Agreements

#### (1) Reason for Executing the Interest Rate Swap Agreements

For a hedge against possible increases in future interest rate for Series 30-B-1, -2, -3 with floating interest rate. For further details concerning the abovementioned debt financing, please refer to the press release “Notice Concerning Debt Financing and Execution of Interest Rate Swap Agreements” announced on September 25, 2018.

#### (2) Details of the Interest Rate Swap Agreements

|                   |                                    | Series 30-B-1   | Series 30-B-2 | Series 30-B-3 |
|-------------------|------------------------------------|---|---------------|---------------|
| Counterparty      |                                    | Sumitomo Mitsui Trust Bank, Limited <sup>(Note)</sup>   |               |               |
| Notional Amount   |                                    | ¥1,000 million  | ¥800 million  | ¥500 million  |
| Interest Rate     | Fixed interest Rate for payment    | 0.43125% <sup>(Note)</sup>  |               |               |
|                   | Floating interest Rate for receipt | Base rate (JPY TIBOR for 1 month)   |               |               |
| Commencement Date |                                    | September 28, 2018  |               |               |
| Termination Date  |                                    | September 30, 2028  |               |               |
| Payment Date      |                                    | The interest payment is due at the end of October 2018, and on the last day of every month thereafter, with termination date. (If each payment day is a non-business day, then the payment will be due on the next business day and if the next business day is in the next month, then the previous business day will be applied.) |               |               |

(Note) By entering into the interest swap agreements, the interest rate for Series 30-B-1, -2, -3 is essentially fixed at 1.03125%.

### 2. Others

In relation to the risks associated with the borrowings, there have been no significant changes to the "Investment Risks" stated in the securities registration statement (*Yuka shoken todokedesyo*) submitted on July 13, 2018.

\* Website URL of the Investment Corporation: <https://www.kdr-reit.com/en/>

**[Provisional Translation Only]**

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**Should there be any discrepancies between this translation and the Japanese original, the latter shall prevail.**